September 28, 2016

RE: Update Pertaining to C&J’s Chapter 11 Restructuring Proceeding

Dear C&J Energy Services Investor,

As you know, on July 20, 2016 (“Chapter 11 Filing Date”), C&J commenced a voluntary reorganization under Chapter 11 of the U. S. Bankruptcy Code, which will enable the Company to significantly strengthen its financial position through the protective forum of a court-supervised process, while continuing to operate its businesses in ordinary course without interruption. This Chapter 11 proceeding implements the terms of a Restructuring Support Agreement (as amended, the “RSA”) that we entered on July 8, 2016 with the lenders under our credit facility, which calls for the complete deleveraging of the Company’s balance sheet by converting all $1.4 billion of secured debt outstanding into new common equity.

On September 27, 2016, we filed amendments to our previously filed Plan of Reorganization and related Disclosure Statement (collectively, and as amended, the “Restructuring Plan”), which were originally filed on August 19, 2016 pursuant to the RSA. The filing of these amendments represented an important milestone in moving through this Chapter 11 proceeding, and additional information about the Restructuring Plan is included in the enclosed Frequently Asked Questions.

As is typical in a Chapter 11 proceeding, C&J’s common stock was delisted from the New York Stock Exchange shortly after the Chapter 11 filing. C&J’s common stock continues to trade, for a period of time (not longer than the completion of the Chapter 11 proceeding), in the Over the Counter market under the ticker CJESQ.

With respect to C&J’s existing shareholders, upon the completion of the proceeding and our emergence from Chapter 11, we currently expect that all existing C&J common shares will be cancelled and our lenders will hold 100% of the new equity of C&J, subject to dilution in certain events set out in the Restructuring Plan. Among other things, the Restructuring Plan contemplates that, subject to the satisfaction of certain conditions, the Company will issue one series of seven-year warrants to existing common stockholders, based on their pro rata share, exercisable for up to an aggregate of 6% of new common stock at a strike price of $1.55 billion. Specifically, assuming bankruptcy court approval, C&J will ask its stakeholders, including C&J shareholders at that time, to vote to approve the Restructuring Plan. The Company will set a “record date” to determine its existing shareholders as of such date who are entitled to vote on the Plan. If at least 2/3 of the C&J shareholders who vote on the Plan, vote to accept the Restructuring Plan, then the warrants will be distributed to all existing C&J shareholders as of the record date. Otherwise,
holders of existing C&J common shares will not receive a distribution under the Restructuring Plan on account of their equity interests.

Please note that neither the Company, nor any of its employees, advisors or representatives will be able to provide financial advice with respect to an investment in C&J Energy Services. However, we encourage you to review the enclosed Frequently Asked Questions and to review other information included on the Restructuring page under the Investor Relations section on our website at www.cjenergy.com. All investors are also encouraged to consult their financial advisor(s) and tax professional(s) after carefully consideration of all facts related to the Company’s restructuring.

On behalf of C&J Energy Services and our Board of Directors, we appreciate your continued interest in our Company.

Sincerely,

Don Gawick
President, Chief Executive Officer
Member of the Board of Directors
C&J Energy Services Ltd.
General FAQs:

1. What is a Chapter 11 proceeding and what does it mean for C&J?
   - Chapter 11 is the section of the U.S. Bankruptcy Code that allows companies to implement financial restructurings through the protective forum of a court-supervised proceeding while continuing to operate their business in ordinary course.
   - The Chapter 11 proceeding has not, and will not involve an interruption in our business. It does not mean we are going out of business, nor does it involve the liquidation of our assets or shuttering of our doors. It does provide a protective forum for us to eliminate all of our debt and emerge a financially stronger organization.
   - It is important to understand that this is a financial restructuring and to date it has not, and we do not expect it to, impact the running of our business. Since commencing the Chapter 11 proceeding, our day-to-day operations have continued, and we fully expect will continue, in the normal course of business.
   - The Company currently has and will maintain a sufficient cash balance throughout the Chapter 11 proceeding. On September 25, 2016, the bankruptcy court approved our final motion for financing (having previously received authorization for financing on an interim basis), authorizing the Company to have immediate access for up to $100 million of debtor-in-possession financing from our existing lenders to enhance our liquidity and provide ample working capital during the restructuring process. Our current cash balance, along with this additional financing, provides us with sufficient resources to support our businesses and continue our operations in ordinary course, remaining fully capable of providing safe, reliable and efficient operations to all of our customers, throughout the entire Chapter 11 proceeding, and when we emerge at its completion.
   - Many companies, such as General Motors and American Airlines, have utilized Chapter 11 to restructure their debt, without any disruption in business, and continued to grow and prosper as incredibly successful companies.

2. What is a Restructuring Support Agreement and what does that mean for C&J?
   - On July 8, 2016, we announced that C&J had entered into a Restructuring Support Agreement (“RSA”) with the Company’s secured lenders, which is a legal document that binds the lenders to certain specified terms of a restructuring transaction.
   - The RSA provides for a court-supervised restructuring transaction, through a voluntary plan of reorganization under Chapter 11 of the U. S. Bankruptcy Code, which will enable the Company to fully de-lever its balance sheet while continuing operations in the normal course.
   - The RSA provides that we will be substantially debt-free by converting ALL of our outstanding secured debt (approximately $1.4 billion) into new common equity. It also ensures that we will have ample liquidity through the restructuring process and when we emerge at the completion of the Chapter 11 proceeding.
• On September 27, 2016, we filed amendments to our previously filed Plan of Reorganization and related Disclosure Statement (collectively, and as amended, the “Restructuring Plan”), which were originally filed on August 19, 2016 pursuant to the RSA. The filing of these amendments represented an important milestone in moving through this Chapter 11 proceeding.

• We value the important relationships that we have developed with our stakeholders, and the restructuring will put C&J on solid financial footing, and allow the Company to be a strong partner for years to come.

• C&J’s Executive Management team is confident that the Restructuring Plan is in the best interest of the Company’s stakeholders and will strongly position C&J for long-term success.

3. What is the Restructuring Plan?
   • The Restructuring Plan is a legal document required as part of the Chapter 11 proceeding to provide the Company’s stakeholders with adequate information regarding the Restructuring Plan and the impact it will have on those parties. Among other things, it addresses the following:
     ➢ Historical discussion of the business – “How did we get here?”
     ➢ Discussion of the reorganized business contemplated by the Restructuring Plan, including future financial projections.
     ➢ Discussion of how the Company’s various prepetition creditors will be provided value for the amounts due to them, specifically: creditors are placed into classes with other similarly situated parties, estimated recoveries for outstanding amounts due to each class, and timing and nature of payments for those claims.
     ➢ Voting procedures and deadlines: if you are entitled to vote to approve the Restructuring Plan, you will receive information on the solicitation process once the Restructuring Plan has been approved by the bankruptcy court.

• We believe that the Restructuring Plan and Chapter 11 proceeding as contemplated by the RSA is in the best interest of the Company’s stakeholders and will strongly position C&J for long-term success.

4. Why did C&J take this action?
   • Our industry continues to operate in a difficult commodity price environment. Over the past two years, we have responded proactively to the extremely challenging market conditions by aggressively cutting costs, right-sizing all of our businesses in-line with current market conditions, closing unprofitable facilities and focusing on operating in the safest and most efficient manner possible.

   • The Restructuring Plan and Chapter 11 proceeding contemplated by the RSA represents a positive path forward in our efforts to de-lever the Company’s balance sheet, enhance our liquidity, strengthen our overall financial position and best position the Company for long-term success.
• The Chapter 11 proceeding has not, and will not involve an interruption in our business. It does not mean we are going out of business, nor does it involve the liquidation of our assets or shuttering of our doors. It does provide a protective forum for us to eliminate all of our debt and emerge a financially stronger organization.
• We believe that the Restructuring Plan and Chapter 11 proceeding contemplated by the RSA is in the best interest of the Company’s stakeholders and will strongly position C&J for long-term success.

5. Does this bankruptcy case mean that C&J is shutting down or going out of business?
• No, absolutely not. It is important to understand that this is a financial restructuring and our operations will continue in the normal course throughout this court-supervised process.
• A Chapter 11 bankruptcy case is NOT a liquidation of the Company.
• We believe C&J has sufficient liquidity from cash on hand and funds generated from operations, which together with debtor-in-possession financing that will be provided as part of the restructuring process, will allow us to continue our operations and support the business in the ordinary course through the restructuring process and upon emergence.
• The Company intends to continue its day-to-day operations in the normal course of business, providing safe, reliable and efficient operations to our customers worldwide.

Investor FAQs:

1. What will happen to C&J Energy stock (CJES shares)?
• C&J Energy Services is a publicly traded company, and the Company’s common stock was previously listed on the New York Stock Exchange (“NYSE”). As is typical in a Chapter 11 case, the Company’s stock was delisted from the NYSE shortly after the Company’s commencement of the Chapter 11 case. C&J’s common stock continues to trade, for a period of time (not longer than the completion of the Chapter 11 proceeding), in the Over the Counter market under the ticker CJESQ.
• Under the terms of the Restructuring Plan, upon the Company’s emergence from Chapter 11, its secured lenders are expected to own 100% of the new stock in the reorganized Company, subject to dilution on account of certain events set out in the Plan.
• Subject to the satisfaction of certain conditions, existing C&J shareholders could receive a pro rata share of seven year warrants exercisable for up to an aggregate of 6% of new common stock at a strike price of $1.55 billion.
Specifically, assuming bankruptcy court approval, C&J will ask its stakeholders, including C&J shareholders at that time, to vote to approve a Plan of Reorganization. The Company will set a “record date” to determine its existing shareholders as of such date who are entitled to vote on the Plan of Reorganization. If at least 2/3 of the C&J shareholders who vote on the Plan, vote to accept the Plan of Reorganization, then the warrants will be distributed to all existing C&J shareholders as of the record date.

- The warrants present an opportunity for existing C&J shareholders to potentially recoup some of their investment in the Company; however, all existing C&J shareholders will be substantially diluted. If the warrants are not issued, holders of existing C&J common shares will not receive a distribution under the Plan of Reorganization on account of their equity interests.

2. Can stockholders sell the shares of stock that they own? Should they do so?
- The Company is not in a position to offer investment advice. We strongly encourage you to seek the advice of your investment advisor(s) or tax planning professional(s).
- C&J employees are still subject to the Company’s Insider Trading Policy, including any applicable blackout periods.
- Per the Restructuring Plan, upon the Company’s emergence from Chapter 11, the secured lenders will receive 100% of the new stock in the reorganized Company, subject to dilution on account of certain events set out in the Plan.
- Subject to the satisfaction of certain conditions, existing C&J shareholders could receive a pro rata share of seven year warrants exercisable for up to an aggregate of 6% of new common stock at a strike price of $1.55 billion.
- Specifically, assuming bankruptcy court approval, C&J will ask its stakeholders, including C&J shareholders at that time, to vote to approve a Plan of Reorganization. The Company will set a “record date” to determine its existing shareholders as of such date who are entitled to vote on the Plan of Reorganization. If at least 2/3 of the C&J shareholders who vote on the Plan, vote to accept the Plan of Reorganization, then the warrants will be distributed to all existing C&J shareholders as of the record date.
- The warrants present an opportunity for existing C&J shareholders to potentially recoup some of their investment in the Company; however, all existing C&J shareholders will be substantially diluted. If the warrants are not issued, holders of existing C&J common shares will not receive a distribution under the Plan of Reorganization on account of their equity interests.
3. Will the Company announce quarterly earnings reports and host quarterly earnings calls?
   - Although C&J was delisted from the NYSE shortly following the commencement of the Chapter 11 cases on July 20, 2016, we currently plan to continue filing periodic reports with the U.S. Securities and Exchange Commission.
   - At this time, we do not expect to issue quarterly earnings press releases or to hold quarterly earnings conference calls during the court-supervised restructuring process.

4. When is C&J expected to emerge from Chapter 11?
   - Recognizing that the pace of a court supervised process is not within our control, we are working proactively with our creditors to facilitate an outcome in the best interest of the Company as expeditiously as possible.
   - While we cannot estimate the amount of time the process will take, we will exercise our best efforts to move as quickly as the courts will allow.
   - We are confident that we are taking the right steps to provide a solid financial foundation for a successful future.

5. How can I get updates and additional information?
   - The Company will continue to keep all stakeholders informed of new, relevant information as we move through the restructuring process.
   - We have set up a Restructuring tab under the Investor Relations section of our website, www.cjenergy.com, as an easily accessible avenue to provide additional information.
   - In addition, our claims and noticing agent – Donlin, Recano & Company, Inc. – has set up a website that includes free access to court documents and other information on the restructuring process at http://www.donlinrecano.com/cjenergy
   - We have also established a toll-free information hotline at (866) 296-8019 (U.S.) to address specific questions and concerns.
   - Investor inquiries can be submitted to investors@cjenergy.com or (713) 260-9986.